

# Schedule 3

## North Dakota Office of State Tax Commissioner Schedule for full-year nonresident or part-year resident using Form ND-2



2004

Attach to Form ND-2

Your name as shown on Form ND-2

Social security number

**If you are a part-year resident, fill in items a and b below**

a. Fill in the dates you were a resident of North Dakota:

b. Name of other state where you were a resident for part of the tax year:

From \_\_\_\_ / \_\_\_\_ / \_\_\_\_ to \_\_\_\_ / \_\_\_\_ / \_\_\_\_

### Part 1 Calculation of North Dakota taxable income

Complete Part 2 (on page 2 of this schedule) first to determine the amounts to enter on lines 1A and 1B of Part 1 below.

See Part 1 instructions on page 13 of Form ND-2 booklet

- 1A. Federal adjusted gross income from Part 2, line 16, on page 2 ----- (H) 1A \_\_\_\_\_
- 1B. North Dakota adjusted gross income from Part 2, line 17, on page 2 ----- (I) 1B \_\_\_\_\_
2. Interest income from sale of land to a qualifying beginning farmer ----- (3H) 2 \_\_\_\_\_
3. Rental income from leasing of land to a qualifying beginning farmer ----- (3I) 3 \_\_\_\_\_
4. Gain from sale of land to a qualifying beginning farmer ----- (3J) 4 \_\_\_\_\_
5. Interest income from sale of a business to a qualifying beginning entrepreneur ----- (3N) 5 \_\_\_\_\_
6. Rental income from leasing a business to a qualifying beginning entrepreneur ----- (3L) 6 \_\_\_\_\_
7. Gain from sale of a business to a qualifying beginning entrepreneur ----- (3M) 7 \_\_\_\_\_
8. Other (See instructions) (Attach supporting statement) ----- (3T) 8 \_\_\_\_\_
9. Total North Dakota subtractions (Add lines 2 through 8) ----- (3U) 9 \_\_\_\_\_
10. Balance (Subtract line 9 from line 1B) ----- 10 \_\_\_\_\_
11. Federal income tax - see instructions for amount to enter on this line ----- (N) 11 \_\_\_\_\_
12. North Dakota income ratio (Divide line 10 by line 1A. Round to nearest two decimal places.  
If line 1A is negative or zero, and line 1B is positive, enter 1.00) ----- 12 \_\_\_\_\_.\_\_\_\_
13. Federal income tax deduction (Multiply line 11 by line 12) ----- (3Y) 13 \_\_\_\_\_
14. Balance (Subtract line 13 from line 10) ----- 14 \_\_\_\_\_
15. North Dakota additions (See instructions) (Attach supporting statement) ----- (3E) 15 \_\_\_\_\_
16. Balance (Add lines 14 and 15) ----- 16 \_\_\_\_\_
- If you itemized deductions on your federal income tax return, or if you are required to itemize deductions for federal income tax purposes (whether or not you have any qualifying deductions), complete lines 17 through 21, skip line 22, and enter the amount from line 21 on line 23.
- If you took the standard deduction on your federal income tax return, skip lines 17 through 21 and see the instructions for line 22.
17. Federal itemized deductions from Form 1040, Schedule A, line 28 ----- (J) 17 \_\_\_\_\_
18. Medical expenses not allowed due to 7.5% of adjusted gross income limitation  
(Enter smaller of line 1 or line 3, Schedule A, Form 1040) ----- (K) 18 \_\_\_\_\_
19. Balance (Add lines 17 and 18) ----- 19 \_\_\_\_\_
20. State and local income taxes from Form 1040, Schedule A, line 5 [However, see instructions if line 1A above exceeds \$142,700 (\$71,350, if married filing separately)] ----- (L) 20 \_\_\_\_\_
21. Net itemized deductions (Subtract line 20 from line 19) ----- 21 \_\_\_\_\_
22. Federal standard deduction (See instructions) (3D) 22 \_\_\_\_\_
23. If you were required to complete lines 17 through 21, enter the amount from line 21.  
Or, if you were required to complete line 22, enter the amount from line 22 ----- (M) 23 \_\_\_\_\_
24. Federal exemption amount (See instructions) ----- (3C) 24 \_\_\_\_\_
25. Additional exemption amount: If your Filing Status (at top of Form ND-2) is  
Married filing jointly, Head of household, or Qualifying widow(er), enter \$300 25 \_\_\_\_\_
26. Total (Add lines 23, 24, and 25) ----- (O) 26 \_\_\_\_\_
27. North Dakota income ratio (Divide line 1B by line 1A. Round to nearest two decimal places.  
If line 1A is negative or zero, and line 1B is positive, enter 1.00) ----- 27 \_\_\_\_\_.\_\_\_\_
28. Multiply line 26 by line 27 ----- (3B) 28 \_\_\_\_\_
29. North Dakota taxable income (Subtract line 28 from line 16) Enter here and on Form ND-2,  
Tax Computation Schedule, line 1 ----- (P) 29 \_\_\_\_\_



## Part 2 Calculation of North Dakota adjusted gross income

Complete this part to determine the amounts to enter on  
lines 1A and 1B of Schedule 3, Part 1.

See Part 2 instructions on  
page 11 of Form ND-2 booklet

	Column A Amounts from federal return	Column B North Dakota income (loss)
1. Wages, salaries, tips, and other compensation (line 7 of Form 1040 or 1040A, or line 1 of Form 1040EZ) -----	1 _____	_____
2. Interest and dividend income (add lines 8a and 9a of Form 1040 or 1040A, or amount from line 2 of Form 1040EZ) -----	2 _____	_____
3. Business income or loss (line 12 of Form 1040) -----	3 _____	_____
4. Ordinary and capital gains and losses (add lines 13 and 14 of Form 1040, or amount from line 10 of Form 1040A) -----	4 _____	_____
5. IRAs, pensions, and annuities (add lines 15b and 16b of Form 1040, or lines 11b and 12b of Form 1040A) -----	5 _____	_____
6. Income from rents, royalties, partnerships, S corporations, estates, and trusts (line 17 of Form 1040) -----	6 _____	_____
7. Farm income or loss (line 18 of Form 1040) -----	7 _____	_____
8. Other income (add lines 10, 11, 19, 20b and 21 of Form 1040, or lines 13 and 14b of Form 1040A, or amount from line 3 of Form 1040EZ) -----	8 _____	_____
9. <b>Total income</b> (Add lines 1 through 8) -----	9 _____	_____
10. Education expenses (add lines 23, 26 and 27 of Form 1040, or lines 16, 18 and 19 of Form 1040A) -----	10 _____	_____
11. Moving expenses (line 29 of Form 1040) -----	11 _____	_____
12. Self-employed deductions (add lines 30, 31 and 32 of Form 1040) -----	12 _____	_____
13. IRA deduction (line 25 of Form 1040 or line 17 of Form 1040A) -----	13 _____	_____
14. Other deductions (add lines 24, 28, 33 and 34a of Federal Form 1040) -----	14 _____	_____
15. <b>Total adjustments</b> (Add lines 10 through 14) -----	15 _____	_____
16. <b>Federal adjusted gross income</b> (Subtract line 15 from line 9 in column A) Enter the amount from this line in Part 1, line 1A, on page 1 -----	16 _____	_____
17. <b>North Dakota adjusted gross income</b> (Subtract line 15 from line 9 in column B). Enter the amount from this line in Part 1, line 1B, on page 1 -----	_____	17 _____